

**ARIZONA CORPORATION COMMISSION** **RECEIVED**  
**UTILITIES DIVISION**

**AUG 18 2014**

AZ CORP COMM  
Director - Utilities

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-02539A  
Granite Oaks Water Users Association, Inc.  
PO Box 4947  
Chino Valley, AZ 86323

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2013</b>
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FOR COMMISSION USE

<b>ANN 04</b>	<b>13</b>
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8-19-14

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> Granite Oaks Water Users Association, Inc.			
Mailing Address <u>PO Box 4947</u>			
(Street)			
<b>Chino Valley</b>	<b>AZ</b>	<b>86323</b>	
(City)	(State)	(Zip)	
<u>928.583.0655</u>	<u>928.636.9771</u>	<u>928.713.0548</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>info@mdifs.com</u>			
<b>Local Office Mailing Address</b> _____			
(Street)			
(City)	(State)	(Zip)	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b> <u>Robert Busch</u>			
(Name)		Manager	
(Title)			
<u>PO Box 4947</u>	<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>
(Street)	(City)	(State)	(Zip)
<u>928.583.0655</u>	<u>928.636.9771</u>	<u>928.713.0548</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>info@mdifs.com</u>			
<b>On Site Manager:</b> _____			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

**Statutory Agent: Douglas C Nelson PC**

(Name)

7000 N 16<sup>th</sup> St #120-307  
(Street)

Phoenix  
(City)

AZ  
(State)

85020  
(Zip)

**602.395.1612**

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney: Same as Statuory Agent**

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address**

**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

Sole Proprietor (S)

C Corporation (C) (Other than Association/Co-op)

Partnership (P)

Subchapter S Corporation (Z)

Bankruptcy (B)

Association/Co-op (A)

Receivership (R)

Limited Liability Company

Other (Describe) 501 C 12 Corporation

**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

APACHE

COCHISE

COCONINO

GILA

GRAHAM

GREENLEE

LA PAZ

MARICOPA

MOHAVE

NAVAJO

PIMA

PINAL

SANTA CRUZ

YAVAPAI

YUMA

STATEWIDE

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	68,068	0	68,068
304	Structures and Improvements	43,790	7,733	36,057
307	Wells and Springs			
311	Pumping Equipment	91,295	14,738	76,557
320	Water Treatment Equipment			
320.1	Water Treatment Plants	1,239,533	379,297	860,236
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	3,270	234	3,036
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	77,974	12,345	65,629
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>1,523,930</b>	<b>414,347</b>	<b>1,109,583</b>

This amount goes on the Balance Sheet Acct. No. 108 

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	68,068	n/a	n/a
304	Structures and Improvements	43,790	.02	876
307	Wells and Springs			
311	Pumping Equipment	91,295	.02	1,826
320	Water Treatment Equipment			
320.1	Water Treatment Plants	1,239,533	.02	24,790
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	3,270	.02	65
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	77,974	.02	1,559
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	1,523,930		29,116

This amount goes on the Comparative Statement of Income and Expense Acct. No. 403.

**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
134	Working Funds	86,891	124,963
135	Temporary Cash Investments	366,962	312,603
141	Customer Accounts Receivable	13,859	12,167
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	4,651	
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 472,363</b>	<b>\$ 449,733</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,523,930	\$ 1,523,930
103	Property Held for Future Use		
105	Construction Work in Progress	3,000	66,938
108	Accumulated Depreciation – Utility Plant	(385,231)	(414,347)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 1,141,699</b>	<b>\$ 1,176,521</b>
	<b>TOTAL ASSETS</b>	<b>\$ 1,614,062</b>	<b>\$ 1,626,254</b>

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 1,027	\$ 879
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 1,027	\$ 879
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	5,198	4,213
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	664,353	664,353
272	Less: Amortization of Contributions	(256,786)	(270,073)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 412,765	\$ 398,493
	<b>TOTAL LIABILITIES</b>	\$ 413,792	\$ 399,371
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	7,000	7,000
215	Retained Earnings	1,193,270	1,219,883
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	1,200,270	\$ 1,226,883
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 1,614,062	\$ 1,626,254

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 221,048	\$ 222,007
460	Unmetered Water Revenue		
474	Other Water Revenues	1,224	1,814
	<b>TOTAL REVENUES</b>	<b>\$ 222,272</b>	<b>\$ 223,821</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	26,229	26,180
618	Chemicals	841	1,174
620	Repairs and Maintenance	15,600	11,912
621	Office Supplies and Expense	2,006	5,368
630	Outside Services	128,892	115,999
635	Water Testing	4,547	5,794
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	12,945	5,776
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	2,971	2,391
403	Depreciation Expense	15,550	15,829
408	Taxes Other Than Income		
408.11	Property Taxes	8,869	9,490
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 218,470</b>	<b>\$ 199,912</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 3,802</b>	<b>\$ 23,909</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 4,472	\$ 2,297
421	Non-Utility Income	149	273
426	Miscellaneous Non-Utility Expenses		133
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ 4,621</b>	<b>\$ 2703</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 8,424</b>	<b>\$ 26,612</b>

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	n/a	n/a	n/a	n/a
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 2,800.00

Meter Deposits Refunded During the Test Year \$ 985.00

**COMPANY NAME Granite Oaks Water Users**

**Name of System: ADEQ Public Water System Number:**

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-524070	15	80	20/510	10/8	3	1989
55-601103	50	350	643	14/10	4	1962
55-588634	50	350	574	12/10	4	2003

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
15	2	41	
25	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
100,000	1	2,800	
84,000	1	3,200	

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME Granite Oaks Water Users

Name of System: ADEQ Public Water System Number:

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC C900	5850
5		
6	PVC C900	57,997
8	PVC C900	4,532
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	444
3/4	2
1	4
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

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STRUCTURES:

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OTHER:

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*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: Granite Oaks Water Users</b>	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	455	2,752	3,038	0
FEBRUARY	458	2,025	2,173	0
MARCH	454	2,635	2,770	0
APRIL	460	4,676	4,764	0
MAY	462	9,046	9,777	0
JUNE	460	6,881	7,388	0
JULY	463	8,967	9,297	0
AUGUST	459	6,881	7,148	0
SEPTEMBER	459	4,598	4,811	0
OCTOBER	461	5,838	5,714	0
NOVEMBER	459	3,336	3,950	0
DECEMBER	461	2,529	2,705	0
<b>TOTALS →</b>		<b>60,164</b>	<b>63,535</b>	<b>0</b>

What is the level of arsenic for each well on your system? .0035/ppb blended  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement?   500   GPM for   2   hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
 Yes                       No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
 Yes                       No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
 Yes                       No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

<b>COMPANY NAME: Granite Oaks Water Users</b>	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	3	0
SEPTEMBER	0	0	0
OCTOBER	0	1	0
NOVEMBER	0	1	0
DECEMBER	0	0	0
<b>TOTALS →</b>	<b>0</b>	<b>5</b>	<b>0</b>

OTHER (description):

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**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2013 was: \$9,490 \_\_\_\_\_

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

AUG 18 2014

AZ CORP COMM  
Director - Utilities

VERIFICATION

STATE OF AZ

COUNTY OF (COUNTY NAME) <b>Yavapai</b>
NAME (OWNER OR OFFICIAL) TITLE
COMPANY NAME <b>Granite Oaks Water Users</b>

I, THE UNDERSIGNED  
OF THE

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2013

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

*[Handwritten Signature]*

SIGNATURE OF OWNER OR OFFICIAL

*928-379-2466 CELWAN*

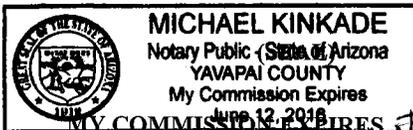
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14<sup>th</sup> DAY OF

COUNTY NAME	<u>Yavapai</u>	
MONTH	<u>August</u>	<u>2014</u>



*[Handwritten Signature]*

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 12 2016

COMPANY NAME Granite Oaks Water Users  
YEAR ENDING 12/31/2013

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported N/A  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported N/A  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

8/19/14  
DATE

Gerry A Garcia  
PRINTED NAME

PRESIDENT  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

**AUG 18 2014**

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

**STATE OF Arizona**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <b>Yavapai</b>
NAME (OWNER OR OFFICIAL) TITLE
COMPANY NAME <b>Granite Oaks Water Users</b>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2013

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2013 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 238,388.00

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 16,116  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL  
 928-379-2466  
 \_\_\_\_\_  
 TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 14<sup>th</sup> **DAY OF**

COUNTY NAME	<b>Yavapai</b>
MONTH	<b>August</b>
	<b>.2014</b>


**MICHAEL KINKADE**  
 Notary Public - State of Arizona  
 YAVAPAI COUNTY  
 My Commission Expires June 10 2016

  
 \_\_\_\_\_  
 SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**RECEIVED**

**AUG 18 2014**

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

**STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE**

COUNTY OF (COUNTY NAME) <i>Yavapai</i>	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME <i>Granite Oaks Water Users</i>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<i>12</i>	<i>31</i>	<i>2013</i>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <b>\$238,388.00</b>
--

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 16,116.00  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

*Greg A. Baran*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
  
*928-379-2466*  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS *14th* DAY OF

NOTARY PUBLIC NAME <i>Michael Kinkade</i>	
COUNTY NAME <i>Yavapai</i>	
MONTH <i>August</i>	.20 <i>14</i>

(SEAL)  **MICHAEL KINKADE**  
Notary Public - State of Arizona  
YAVAPAI COUNTY  
My Commission Expires  
June 12, 2016

MY COMMISSION EXPIRES  
*June 12 2016*

*Michael Kinkade*  
\_\_\_\_\_  
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